

OCL IRON AND STEEL LIMITED

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CIN:L27102OR2006PLC008594, website- www.oclsteel.com

Ref.No.: OISL/BSE/NSE/2022-23

Date: 23rd December, 2022

To,

BSE Limited Phiroze Jeejeebhoy, Towers Limited Dalal Street, Mumbai - 4000 01 Scrip Code: 533008	National Stock Exchange of India Limited, Exchange Plaza, Bandra Kurla Complex, Bandra (E) Mumbai - 400 051 Symbol: OISL
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Subject: Outcome of the Meeting of Directors held today i.e., December 23, 2022 pertaining to the declaration of the Financial Statements (consolidated) and other matters thereof

Ref.: Audited Financial Statements (consolidated) for the quarter and year ended March 31, 2020 of OCL Iron and Steel Limited which is currently undergoing Corporate Insolvency Resolution Process ("CIRP")

Dear Sir/Madam,

As you are aware, OCL Iron and Steel Limited ("the Company") is currently undergoing Corporate Insolvency Resolution Process ("CIRP") vide Hon'ble National Company Law Tribunal, Cuttack Bench order dated September 20, 2021 ("Order"), in terms of the provisions of Insolvency and Bankruptcy Code, 2016 ('IBC') and the regulations framed thereunder. Pursuant to the said order and the provisions of IBC, the powers of the Board of Directors have been suspended and such powers along with the responsibility for managing the affairs of the Company are vested with Mr. Vijaykumar V. Iyer, in the capacity of Resolution Professional ('RP').

Pursuant to the provisions of Regulation 30 and Regulation 33 read with Schedule III of SEBI (Listing Obligations and Disclosures Requirement) Regulations, 2015, we wish to inform you that the Directors and the Resolution Professional of the Company in their meeting held today i.e., **Friday, December 23, 2022** has inter-alia considered, noted and approved the following matters:

1. Audited Consolidated Financial Statements of OCL Iron and Steel Limited ("the Company") for the quarter and financial year ended March 31, 2020.
2. Auditor's Report issued by the Statutory Auditors i.e., M/s Mukeshkumar Jain & Co., Chartered Accountants of the Company, on the aforesaid consolidated financial statements of the Company for the Financial Year ended March 31, 2020.
3. Statement of Impact of Qualification dated December 23, 2022 on the consolidated financial results of the Company.

The Board Meeting was commenced on **2:30 P.M.** and concluded at **3:40 P.M.**

You are requested to take the same on your record and oblige.

Thanking You,
Yours faithfully,

For OCL Iron and Steel Limited
(Company under Corporate Insolvency Resolution Process)

Khushboo Gupta
(Company Secretary & Compliance Officer)

Statement of Consolidated audited Financial results for the quarter and year ended 31st March, 2020

(Rupees In Lakhs)

Part - I

S.No.	Particulars	Consolidated				
		Quarter Ended			Year Ended	
		31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019
		Audited	Un-Audited	Audited	Audited	Audited
1	Revenue					
	Revenue from operations	4,793.28	8,806.18	15,336.91	34,025.35	47,106.69
	Other Income	148.13	2,021.14	68.53	2,358.69	142.32
	Total Revenue	4,941.40	10,827.32	15,405.45	36,384.04	47,249.01
2	Expenses					
	Cost of Material consumed	5,827.04	8,936.04	11,262.50	32,372.15	38,719.66
	Changes in inventories of finished goods, work in progress and stock in trade	1,268.92	244.79	(407.57)	1,847.33	(689.30)
	Employee Benefits Expense	411.20	561.06	655.48	2,170.91	2,122.50
	Finance Costs	17,642.58	5,252.39	4,959.44	33,496.42	21,479.31
	Depreciation & Amortization Expense	(2,079.19)	2,285.69	2,329.35	4,751.09	9,153.39
	Other Expenses	1,653.54	1,883.59	2,113.79	7,532.98	6,892.48
	Total Expenses	24,724.09	19,163.56	20,912.99	82,170.89	77,678.04
3	Loss before exceptional item and tax (1-2)	(19,782.69)	(8,336.24)	(5,507.54)	(45,786.85)	(30,429.03)
4	Exceptional items	37,180.48	-	(4,797.42)	38,164.27	(4,797.42)
5	Loss before tax (3-4)	(56,963.17)	(8,336.24)	(710.12)	(83,951.12)	(25,631.61)
6	Tax expenses	8,705.92	(2,294.15)	(3,666.73)	-	(9,297.76)
7	Profit/(loss) for the period (3-4)	(65,669.09)	(6,042.09)	2,956.61	(83,951.12)	(16,333.85)
8	Other Comprehensive Income (net of tax)	-	-	(18.36)	-	2.68
9	Total comprehensive Income (5+6)	(65,669.09)	(6,042.09)	2,938.25	(83,951.12)	(16,331.17)
10	Paid-up equity share capital (Face Value of Rs.1 each)	1,453.10	1,341.43	1,341.43	1,453.10	1,341.43
11	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year				(1,26,302.35)	(31,481.80)
12	Earning Per Share (not annualised)					
	(a) Basic	(45.19)	(4.50)	2.20	(57.77)	(12.18)
	(b) Diluted	(45.19)	(4.50)	2.20	(57.77)	(12.18)

Notes to financial results:

- The corporate insolvency resolution process ("CIRP") of OCL Iron and Steel Limited ('the Company'/'Corporate Debtor') was initiated vide order of Hon'ble National Company Law Tribunal, Cuttack Bench ("NCLT") dated 20th September, 2021 ("ICD") pursuant to an Application filed by a Financial Creditor under Section 7 of the Insolvency and Bankruptcy Code 2016 ("Code") and Mr. Shiv Nandan Sharma was appointed as the Interim Resolution Professional ("IRP") of the Company. Pursuant to the decision of the Committee of Creditors ("CoC") at the meeting of the CoC of the Company held on October 20, 2021, it was resolved to replace Mr. Shiv Nandan Sharma with Mr. Vijaykumar V. Iyer as the Resolution Professional of the Company and the CoC filed an application bearing I.A. (IB) No. 120/CB/2021 before the NCLT seeking for replacement of the IRP. The NCLT approved the replacement of the IRP and appointed Mr. Vijay Kumar V. Iyer as the Resolution Professional ("RP") of the Company vide its order dated November 25, 2021 ("Order") which was uploaded on the website of NCLT on 07.12.2021.
Committee of Creditors received various resolution plans and has approved the resolution plan submitted by M/s Indrani Patnaik ('Successful Resolution Applicant') by passing the requisite resolution with 88.98 % majority/voting share in accordance with the provisions of Section 30(4) of the Insolvency and Bankruptcy Code, 2016 ('Code') through e-voting process which was concluded on October 12, 2022. The resolution plan, as approved by the committee of creditors, has been filed with the Adjudicating Authority in accordance with the Section 30(6) of the Code for its approval on October 14, 2022, the approval whereof is still awaited.
- Pursuant to the Order dated 20.09.2021, in terms of Section 17 of the Code, the power of the Board of directors stands suspended and are vested in the RP.
- As the powers of the Board of Directors have been suspended, the above results have not been adopted by the Board of Directors. However, the same have been signed by Mr. Sanjeev Agraj (Director), confirming, accuracy & completeness of the results and taken on record by Mr. Vijaykumar V. Iyer (Resolution Professional).
- With respect to the financial results for the quarter and year ended 31st March, 2020 and for the period from 1st April, 2019 to 31st December, 2020, the RP has taken the same on record solely for the purpose of ensuring compliance by the Corporate Debtor with applicable laws, and subject to the following disclaimers:
(i) The RP has assumed control of the Corporate Debtor with effect from 07.12.2021 and therefore was not in control of the operations or the management of the Corporate Debtor to which the underlying report pertains to;
(ii) The RP has taken the report on record in good faith and accordingly, no suit, prosecution or other legal proceeding shall lie against the RP in terms of Section 233 of the Code;
(iii) No statement, fact, information (whether current or historical) or opinion contained herein should be construed as a representation or warranty, express or implied, of the RP including, his authorized representatives and advisors;
(iv) The RP while taking record of the financial results, has relied upon the assistance provided by the directors of the Corporate Debtor, and certifications, representations and statements made by the directors of the Corporate Debtor, in relation to these financial results. The statement of financial results of the Corporate Debtor for the quarter and year ended March 31, 2020 and for the period from 1st April 2019 to 31st December 2020 have been taken on record by the RP solely on the basis of and on relying the aforesaid certifications, representations and statements of the aforesaid directors and the erstwhile management of the Corporate Debtor. For all such information and data, the RP has assumed that such information and data are in the conformity with the Companies Act, 2013 and other applicable laws with respect to the preparation of the financial results and that they give true and fair view of the position of the Corporate Debtor as of the dates and period indicated therein. Accordingly, the RP is not making any representations regarding accuracy, veracity or completeness of the data or information in the financial results.
- Trade receivables, loans & advances and other recoverable at March 31st, 2020, which also includes balances from group entities pertaining to prior years, are subject to confirmation/reconciliation and currently recoverability is not ascertainable.

- 6 The outbreak of the Wuhan Virus and its spread across the globe including the Indian sub-continent has contributed to a significant decline and volatility in the global and Indian financial markets and slowdown in economic activities. On 11 March 2020, the World Health Organisation (WHO), declared the Wuhan Virus as a pandemic and renamed it as Covid-19. This outbreak has had an immense impact on human life and also disrupted the social, economic and financial structures of the entire world.
- In India, the Central Government declared the first national lockdown with effect from 25 March 2020. The lockdown was gradually lifted from June onwards. However, The steel plant, which was shut down as a result of the lockdown, could not recommence operations after the first national lockdown was lifted and continues to remain shut mainly as a result of labour unrest created by the hardships both for the Company as well as the labour as a result of the national lockdowns.
- 7 The consolidated financials of the company include restated standalone financials and financials pertaining to its two subsidiary companies. One subsidiary and one associate company has been deconsolidated for being struck off under section 248(1) of companies act 2013. It may be noted that the RP of the Company has no control/ access over/ to the entities, which have been consolidated. The accounts of the two subsidiary companies which are consolidated are unaudited and have been considered on the basis of certification by the management of the entities being consolidated.
- 8 Exceptional items during the quarter consist of provision for impairment in value of investment (19,850.50 lacs) and write off of balances (17,329.98 lacs).
- 9 The figures for the quarter ended March 31st 2020 and corresponding quarter ended March 31st 2019 are derived balancing figures between audited figures for the full financial year ended March 31st 2020 and March 31st 2019 respectively and the unaudited figures of nine months ended December 31st 2019 and December 31st 2018 respectively.
- 10 Previous period figures have been regrouped/ reclassified, wherever considered necessary to conform to the current period presentation.

Date: 23th December 2022
Place: New Delhi

For OCL IRON AND STEEL LIMITED



Sanjeev Agral

Director
DIN : 08882503

Part-II
SEGMENT REPORTING

(Rupees In
Lakhs)

Segmentwise Revenue, Results, Assets and Liabilities

Particulars	Consolidated				
	Quarter Ended			Year Ended	
	31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019
	Audited	Un-Audited	Audited	Audited	Audited
Segment Revenue					
a) Steel	4,149.49	8,154.69	14,257.73	31,362.95	41,870.76
b) Power	154.77	633.26	1,050.28	2,265.03	3,233.29
c) Others	643.79	651.48	1,079.19	2,662.40	5,235.94
Total	4,948.05	9,439.44	16,387.19	36,290.39	50,339.98
Less : Inter segment	154.77	633.26	1,050.28	2,265.03	3,233.29
Total	4,793.28	8,806.18	15,336.91	34,025.35	47,106.69
Segment Results [Profit/(Loss) before Tax and Interest]					
a) Steel	(1,800.06)	(3,596.90)	543.19	(10,052.66)	(3,142.47)
b) Power	119.91	(322.26)	(108.84)	(1,099.65)	(1,763.95)
c) Others	(1,786.60)	(1,030.94)	(1,460.33)	(5,335.96)	(4,514.33)
d) Unallocated	(35,853.84)	1,866.24	5,275.30	(33,966.43)	5,268.46
Total	(39,320.59)	(3,083.86)	4,249.32	(50,454.70)	(4,152.29)
Less : Interest	17,642.58	5,252.39	4,959.44	33,496.42	21,479.31
Profit before Tax	(56,963.17)	(8,336.24)	(710.12)	(83,951.12)	(25,631.60)
Segment Assets					
a) Steel	63,517.96	63,572.68	69,887.90	63,517.96	69,887.90
b) Power	36,044.47	36,161.99	36,481.83	36,044.47	36,481.83
c) Others	52,847.76	55,043.25	57,782.05	52,847.76	57,782.05
d) Unallocated	36,232.32	81,128.77	75,655.31	36,232.32	75,655.31
Total	1,88,642.51	2,35,906.69	2,39,807.09	1,88,642.51	2,39,807.09
Segment Liabilities					
a) Steel	1,87,340.13	1,60,288.43	1,51,550.44	1,87,340.13	1,51,550.44
b) Power	7,746.13	7,551.19	6,897.78	7,746.13	6,897.78
c) Others	96,327.00	94,203.08	88,146.77	96,327.00	88,146.77
d) Unallocated	21,125.99	22,272.18	23,353.30	21,125.99	23,353.30
Total	3,12,539.25	2,84,314.87	2,69,948.29	3,12,539.25	2,69,948.29

Date: 23th December 2022
Place: New Delhi

For OCL IRON AND STEEL LIMITED



Sanjeev Agraj
Sanjeev Agraj
Director
DIN : 08882503

Consolidated Balance Sheet as at 31.03.2020

(Rupees In Lakhs)

Particulars	Consolidated	
	As at 31.03.2020	As at 31.03.2019
	(Audited)	(Audited)
ASSETS		
1- Non-current assets		
(a) Property, plant and equipment	1,35,273.80	1,39,944.61
(b) Capital work-in-progress	4,570.17	4,553.37
Financial assets		
(a) Investment	-	19,850.00
(b) Other Financial Assets	417.39	415.96
(c) Deferred tax assets (net)	34,892.37	34,892.37
(d) Other non-current assets	3,764.35	22,611.96
Sub total-Non-current assets	1,78,918.08	2,22,268.28
2- Current assets		
(a) Inventories	2,069.46	8,664.62
(b) Financial assets		
(ii) Trade receivables	1,604.21	1,007.12
(iii) Cash and cash equivalents	181.49	1,844.88
(iv) Other financial assets	65.82	51.08
(c) Current Tax Assets(Net)	373.00	359.68
(d) Other current assets	5,430.45	5,612.26
Sub total-Current assets	9,724.43	17,539.63
TOTAL-ASSETS	1,88,642.51	2,39,807.91
EQUITY AND LIABILITIES		
1- Equity		
(a) Equity share capital	1,453.10	1,341.43
(b) Other equity	(1,26,302.35)	(31,481.80)
(c) Money received against share warrants	952.50	-
Sub total-Equity	(1,23,896.75)	(30,140.37)
2- Liabilities		
Non-current liabilities		
(a) Financial liabilities		
Borrowings	40,589.89	17,596.34
(b) Provisions	628.25	637.18
(c) Other non-current liabilities	66,385.65	68,683.41
Sub total-Non-current liabilities	1,07,603.79	86,916.93
3- Current liabilities		
(a) Financial liabilities		
(i) Borrowings	6,387.25	5,304.28
(ii) Trade payables		
(ii.a) Total outstanding dues of Micro enterprises & Small enterprises	79.09	143.30
(ii.b) Total outstanding dues other than Micro enterprises & Small enterprises	18,533.72	11,952.82
(iii) Other financial liabilities	1,67,832.55	1,51,824.16
(b) Other current liabilities	11,921.47	13,715.19
(c) Provisions	181.39	91.60
Sub total-Current liabilities	2,04,935.47	1,83,031.35
TOTAL EQUITY AND LIABILITIES	1,88,642.51	2,39,807.91

For OCL IRON AND STEEL LIMITED



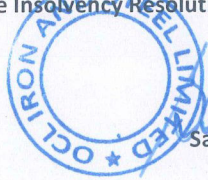
Date: 23th December 2022
Place: New Delhi

Consolidated Statement of Cash Flow for the Year ended 31st March, 2020

(Rupees in Lakhs)

	Particulars	For the Year Ended 31.03.2020	For the Year Ended 31.03.2019
A	Cash Flow From Operating Activities		
	Loss Before Tax	(83,951.12)	(25,631.60)
	Adjustment for :		
	OCI		
	Depreciation & Amortization Expense	4,751.09	9,153.39
	Finance Costs	33,496.42	21,479.31
	Interest Income	(38.90)	(16.26)
	(Profit)/ Loss on disposal of Property, Plant & Equipment	-	(54.20)
	(Profit)/ Loss on disposal of Investment	-	-
	Exceptional items	38,164.27	(4,797.42)
	Operating Profit Before Working Capital Changes	(7,578.24)	133.21
	Adjustment For Working Capital Changes		
	Inventories	5,611.36	(4,809.84)
	Trade receivables	(820.46)	733.57
	Other Financial Assets	(16.17)	(9.01)
	Other Current Assets	3,228.10	(1,696.28)
	Current Liabilities, Non Current Liabilities and Provisions	(709.31)	11,458.76
	Net Cash Flow From Working Capital Changes	7,293.52	5,677.21
	Cash Flow From Operating Activities	-284.72	5,810.41
	Income Tax (Paid) / Refund (incl TDS)	(13.32)	(16.21)
	Net Cash Flow From Operating Activities	(298.04)	5,794.20
B	Cash Flow From Investing Activities		
	Payment for purchase of Property, Plant & Equipment	(76.95)	(373.72)
	Proceeds from disposal of Property, Plant & Equipment	-	62.00
	Changes to Capital Work in Progress , Non Current Assets	(16.79)	(393.00)
	Interest Income Received	38.90	43.45
	Net Cash Flow From Investing Activities	(54.85)	(661.28)
C	Cash Flow From Financing Activities		
	Repayment of Long Term Borrowings	(2,223.56)	(2,185.97)
	Issue of share warrants	952.50	-
	Proceeds from issue of equity Share	670.00	-
	Finance Expenses Paid	(709.44)	(1,431.31)
	Net Cash Flow From Financing Activities	(1,310.50)	(3,617.28)
	Net Increase /(Decrease) In Cash or Cash Equivalents	(1,663.39)	1,515.64
	Cash and Cash Equivalents at the beginning of the year	1,844.88	329.24
	Cash and Cash Equivalents at the end of the year	181.49	1,844.88

For OCL IRON AND STEEL LIMITED
(Company under Corporate Insolvency Resolution Process)


 Sanjeev Agraj
 Director
 DIN : 08882503

Place : Delhi
Date: 23th December 2022



Independent Auditor's Report on Audited Consolidated Annual Financial Results of the OCL Iron and Steel Limited for the year ended 31st March, 2020 pursuant to the regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

**Independent Auditors' Report to
The Resolution Professional
OCL Iron and Steel Limited**

We have audited the accompanying consolidated annual financial results of M/s OCL Iron & Steel Limited ("the holding Company") and its subsidiaries ("the holding Company and its subsidiaries together referred to as "the Group") for the year ended March 31, 2020 attached herewith being submitted by the Group pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including relevant circulars issued by the SEBI from time to time.

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of separate financial statements and other financial information of the subsidiaries, the consolidated annual financial results:

1. Include the results of the following entities:
 - (a) Aron Auto Limited
 - (b) OISL Auto Limited
2. Are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard: and
3. Give a true and fair view in conformity with the recognition and measurement principles laid down by the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of the net loss and other comprehensive income and other financial information for the year ended March 31, 2020.

Corporate Insolvency Proceedings as per Insolvency and Bankruptcy Code, 2016 (IBC)

The Corporate Insolvency Resolution Process ("CIRP") of OCL Iron and Steel Limited was initiated vide order of Hon'ble National Company Law Tribunal, Cuttack Bench ("NCLT") dated 20th September, 2021 pursuant to an Application filed by a Financial Creditor under Section 7 of the Insolvency and Bankruptcy Code 2016 ("Code") and Mr. Shiv Nandan Sharma was appointed as the Interim Resolution Professional ("IRP") of the Company. Pursuant to the decision of the Committee of Creditors ("CoC") at the first meeting of the CoC of the Company held on October 20, 2021, it was resolved to replace Mr. Shiv Nandan Sharma with Mr. Vijaykumar V. Iyer as the Resolution Professional of the Company and the CoC filed an application bearing I.A. (IBC) No. 120/CB/2021 before the NCLT seeking for replacement of the IRP. The NCLT approved the replacement of the IRP and appointed Mr. Vijay Kumar V. Iyer as the Resolution Professional ("RP") of the Company vide its order dated November 25, 2021 ("Order") which was uploaded on the website of NCLT on 07.12.2021.

CHATTERJEE & CHATTERJEE
CHARTERED ACCOUNTANTS

The Committee of Creditors received various resolution plans and has approved the resolution plan submitted by M/s Indrani Patnaik ('Successful Resolution Applicant') by passing the requisite resolution with 88.98 % majority/voting share in accordance with the provisions of Section 30(4) of the Insolvency and Bankruptcy Code, 2016 ('Code') through e-voting process which was concluded on October 12, 2022. The resolution plan, as approved by the Committee of Creditors, has been filed with the Adjudicating Authority in accordance with the Section 30(6) of the Code for its approval on October 14, 2022, the approval whereof is still awaited.

The Company is presently undergoing CIRP and the Resolution process is underway in line with the provisions of the IBC Code.

Basis for Qualified Opinion

- We draw attention to Note no. 1 to the consolidated financial results regarding admission of the Company into Corporate Insolvency Resolution Process ("CIRP").
- The Company has incurred continuous losses, current liabilities exceeding its current assets, default in repayment of borrowings and default in payment of regulatory and statutory dues. This situation indicates that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. The accounts however have been prepared by the management on a going concern basis. We however are unable to obtain sufficient and appropriate audit evidence regarding the management's use of the going concern basis of accounting in the preparation of the consolidated financial statements, in view of ongoing CIRP and matters pending before regulatory authorities, the outcome of which cannot be presently ascertained.
- We draw attention to Note no. 8 to the accompanying statement, which describes that the Group has provided for impairment in the value of investments amounting to Rs. 19,850.50 lakhs and written off balances amounting to Rs. 17,329,98 lakhs.

Emphasis of Matter

- We draw attention to Note no. 5 to the consolidated financial results, regarding pending confirmation of balances from Trade payables, trade receivables and from parties to/from whom loan and advances are given/taken and outstanding as on March 31, 2020.
- We draw attention to note no. 6 to the statement, which describes the management's evaluation of Covid- 19 impact on the future business operations and future cash flows of the Group and its consequential effects on the carrying value of its assets.

Our conclusion on the Statement is not modified in respect of the above matters.

CHATTERJEE & CHATTERJEE
CHARTERED ACCOUNTANTS

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the consolidated financial statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for qualified opinion.

Responsibility of Management and Those Charged with Governance for the Standalone Financial Statements

The consolidated financial statements, which is the responsibility of the Company's Management is relied upon by the Resolution Professional based on the assistance provided by the Directors and taken on record by the Resolution Professional as fully described in Note no. 34(a) of the consolidated financial statements. The Company's Management is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these consolidated financial statements that give a true and fair view of the financial position, financial performance (changes in equity) and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Director either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

CHATTERJEE & CHATTERJEE
CHARTERED ACCOUNTANTS

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

CHATTERJEE & CHATTERJEE
CHARTERED ACCOUNTANTS

Other Matter

- The accompanying Statement includes the audited financial statements and other financial information, in respect of:

2 subsidiaries whose financial statements include total assets of Rs.483.38 lakhs as at March 31, 2020, total revenues of Rs. NIL, total net loss of Rs. 0.07 lakhs and total comprehensive income of Rs. NIL for the quarter and the year ended March 31, 2020 and net cash outflows of Rs.0.07 lakhs for the year ended March 31, 2020, as considered in the Statement which have not been audited by an independent auditor. Further, as disclosed in note no 7 to the statement, one subsidiary and one associate have not been considered for consolidation for being struck off by Ministry of Corporate Affairs.

The Management certified financial statements have been furnished to us.

- The consolidated annual financial results include the results for the quarter ended March 31, 2020 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.
- As per Regulation 33 of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015, the financial results of the Company submitted to the stock exchange shall be signed by the chairperson or managing director or whole time director or in the absence of all of them, it shall be signed by any director of the Company who is duly authorized by the board of directors to sign the financial results.
- The Statement has been signed by Mr. Nilesh Bahri (Non- executive Director), Mr. Sanjiv Agraj (Non- executive Director), Mr. Ajay Kumar (Chief Financial officer) and Ms. Khushboo Gupta (Company Secretary) of the Company and taken on record by Mr. Vijaykumar V. Iyer (Resolution Professional) in terms of section 134 of the Companies Act, 2013.

For Chatterjee & Chatterjee
Chartered Accountants
Firm registration no: 001109C

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B.D. Gujrati
Partner
Membership no: 010878

Place: New Delhi
Date: December 23, 2022

UDIN: 22010878BFZKOT6571

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along with Annual Audited Financial Results - (Consolidated)

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2020 [See Regulation 33 /52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	S. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover/Total income	36,384.04	36,384.04
	2.	Total Expenditure	120,335.16	120,335.16
	3.	Net Profit/(Loss)	(83,951.12)	(83,951.12)
	4.	Earnings Per Share- Basic	(57.77)	(57.77)
	5.	Total Assets	188,642.51	188,642.51
	6.	Total Liabilities	312,539.26	312,539.26
	7.	Net Worth	(123,896.75)	(123,896.75)
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-
II.	Audit Qualification (each audit qualification separately):			
	a. Details of Audit Qualification:			
	1. The Corporate Insolvency Resolution Process has been initiated vide NCLT order dated 20th September, 2021. Further, the Company has incurred continuous losses, current liabilities exceeding the current assets, default in repayment of borrowings and default in payment of regulatory and statutory dues. This situation indicates that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. The accounts however have been prepared by the management on a going concern basis. We however are unable to obtain sufficient and appropriate audit evidence regarding management's use of the going concern basis of accounting in the preparation of the standalone financial statements, in view of ongoing CIRP and matters pending before regulatory authorities, the outcome of which cannot be presently ascertained. 2. In addition to the facts, auditors drew attention towards the provision for impairment in the value of investments which is amounting to Rs. 19,850.50 lakhs and written off balances amounting to Rs. 17,329.98 lakhs.			
	b. Type of Audit Qualification: Qualified Opinion			
	c. Frequency of qualification: First time			
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: NA			

	e. For Audit Qualification(s) where the impact is not quantified by the auditor: (i) Management's estimation on the impact of audit qualification:- NA (ii) If management is unable to estimate the impact, reasons for the same:- For Point no. 1: The Committee of creditors has approved the Resolution Plan submitted by the <i>M/s Indrani Patnaik ("Successful Resolution Applicant")</i> and the same has been filed before the Hon'ble NCLT for its approval. The Management hopes that the Company will be able to continue on a going concern basis. For point no. 2: The effect of impairment has been appropriately disclosed in the financial Statements. (iii) Auditors' Comments on (i) or (ii) above:- NA
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For OCL Iron and Steel Limited

(Company Under Corporate Insolvency Resolution Process)

Ajay Kumar

Chief Financial Officer

Date: 23rd December, 2022

Place: New Delhi

For Chatterjee & Chatterjee
Chartered Accountants

FRN: 001109C

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Date: 2022.12.23
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B.D. Gujrati

Partner

Membership No: 010878